
SECTION V - FINANCIAL SUMMARY

Total Obligational Authority (TOA) has been used throughout this book to express the amounts in the Department of the Navy budget because it is the most accurate reflection of program value. While TOA amounts differ only slightly from Budget Authority (BA) in some cases, they can differ substantially in others. The differences in TOA and BA, as evidenced in the table below, result from a combination of several factors.

BA, Budget Authority – Authority provided by law to enter obligations that will result in immediate or future outlays involving Federal Government Funds.

TOA, Total Obligation Authority – The value of the direct defense program for each fiscal year regardless of the method of financing.

	TOA vs BA		
	<i>(In Millions of Dollars)</i>		
	FY 2002	FY 2003	FY 2004
Total Obligational Authority (TOA)	104,836	111,184	114,720
Receipts and Other Funds	-115	-79	-143
Expiring Balances	156	-	-
Rescissions of FY 2002 Program	96	-96	-
Rescissions of Prior Year Programs	-138	-7	-
Shipbuilding Transfers	-121	-	-
NWF Contract Authority	819	-	-
Land Sales Revenue	-	-	-68
Programs Financed with Prior Balances	-162	-65	-13
Construction/Housing Financing Adjustments	58	50	-
Total Budget Authority	105,429	110,987	114,496

Receipts and Other Funds are reflected in BA but not in TOA. Offsetting Receipts include such things as donations to the Navy and Marine Corps, recoveries from foreign military sales, deposits for survivor annuity benefits, interest on loans and investments, rents and utilities, and fees chargeable under the Freedom of Information Act. Trust Funds include funds established for the Navy General Gift Fund, Office of Naval Records and History Fund, Naval Academy General Gift Fund, environmental restoration of Kaho'olawe Island in Hawaii, Ship Store Profits, Midshipman Store and the Naval Academy Museum Fund.

Financing adjustments account for many of the differences between TOA and BA. Generally, funding changes are scored as budget authority adjustments in the fiscal year in which the change itself is effective; for TOA purposes, changes

are reflected as adjustments to a specific program year, based on the original appropriation. Congressional rescissions reduce the BA in the year of Congressional action and reduce TOA in the program year impacted by the rescission. For example, rescissions of FY 2002 program reduces BA in FY 2003 and reduces TOA in FY 2002.

Expiring balances also contribute to the difference between TOA and BA. Expiring balances are funds that were included in BA available for FY 2002 accounts, but were not obligated prior to the end of the fiscal year. These amounts are included in BA totals but not TOA.

Working Capital Fund contract authority reflects the use of authority to place orders in advance of actual sales are included in BA but not TOA.

Land sales revenue is generated by the sale of bases closed due to BRAC. The sales are available to finance TOA program but are not reflected as BA.

Program financed with prior balances are financing adjustments that reduces the need for BA in the budget year based on unobligated balances available.

Construction/Housing finance adjustments are transfers authorized to shift authority many different program years supporting efforts such as the Family Housing Improvement Fund.

The TOA and BA levels for FY 2002 through FY 2004 along with DoN outlay estimates, are summarized in Table 19.

Table 19**Department of the Navy****Summary of Direct Budget Plan (TOA), Budget Authority, and Outlays***(Dollars in Millions)*

Account	TOA			BA			OUTLAY		
	FY 2002	FY 2003	FY 2004	FY 2002	FY 2003	FY 2004	FY 2002	FY 2003	FY 2004
MPN	20,281	21,905	25,292	20,236	21,905	25,292	20,455	21,635	25,064
MPMC	7,603	8,492	9,559	7,588	8,492	9,559	7,617	8,340	9,496
RPN	1,661	1,908	-	1,671	1,908	-	1,596	1,864	176
RPNC	467	554	-	468	554	-	447	552	54
O&M,N	28,285	29,105	28,288	28,366	29,042	28,288	27,205	28,755	28,118
O&M,MC	2,965	3,521	3,407	2,963	3,519	3,407	2,932	3,402	3,368
O&M,NR	1,013	1,208	1,172	1,019	1,208	1,172	999	1,183	1,174
O&M,MCR	140	179	174	140	179	174	152	162	174
ERN	-	256	256	-	256	256	-	56	171
NWCF	-	40	130	819	40	130	-641	205	254
Payment to Kahoolawe	76	75	-	67	75	-	71	75	-
APN	7,993	8,649	8,788	7,987	8,627	8,788	8,489	7,891	8,405
WPN	1,413	1,833	1,992	1,390	1,829	1,992	1,567	1,519	1,715
SCN	9,278	9,073	11,439	9,181	9,049	11,439	8,286	7,954	7,705
OPN	4,173	4,535	4,679	4,155	4,519	4,679	3,859	4,321	4,241
PMC	942	1,358	1,071	939	1,355	1,071	1,386	1,062	1,119
PANMC	718	1,146	922	717	1,144	922	615	693	909
Coastal Defense	0	-	-	-	-	-	-	-	-
RDT&E,N	11,379	13,631	14,107	11,387	13,597	14,107	10,359	12,231	13,546
NDSF	789	928	1,063	789	928	1,063	728	1,271	1,025
Oth Rev & Mgt Fnd	-	-	-	-	-	-	-	-	-
Total DoD Bill	99,175	108,392	112,339	99,882	108,225	112,339	96,124	103,171	106,714
MCON	1,139	1,305	1,133	1,116	1,304	1,133	913	1,045	1,183
MCNR	53	75	28	52	75	28	38	68	61
FH(Con)	273	279	186	328	332	184	435	313	315
FH(Ops)	892	862	853	900	862	853	848	908	908
BRC	247	270	181	208	268	102	286	315	234
Total MILCON Bill	2,603	2,791	2,380	2,604	2,841	2,300	2,519	2,648	2,701
Receipts and Other Funds	-	-	-	-115	-79	-143	-179	-178	-104
DERF	3,058	-	-	3,058	-	-	1,542	1,517	-
Total, DoN	104,836	111,184	114,720	105,429	110,987	114,496	100,006	107,158	109,311

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